

Monthly Operating Report

ACCRUAL BASIS

CASE NAME: VVP Funding Corporation
CASE NUMBER: 11-33161-hdh-11
JUDGE: Harlin D. Hale

UNITED STATES BANKRUPTCY COURT

NORTHERN DISTRICT OF TEXAS

DIVISION 6

MONTHLY OPERATING REPORT

MONTH ENDING: June 2011

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (ACCRUAL BASIS-1 THROUGH ACCRUAL BASIS-7) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY): IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

RESPONSIBLE PARTY:

/s/ Ricardo Maiz ORIGINAL SIGNATURE OF RESPONSIBLE PARTY

Ricardo Maiz PRINTED NAME OF RESPONSIBLE PARTY

President, Chief Executive Officer, Chief Financial Officer, and Treasurer TITLE

July 20, 2011 DATE

PREPARER:

/s/ Lura Bond-Alyea ORIGINAL SIGNATURE OF PREPARER

Lura Bond-Alyea PRINTED NAME OF PREPARER

Vice President and Secretary TITLE

July 20, 2011 DATE



**Monthly Operating Report**

**CASE NAME: VVP Funding Corporation**

**ACCRUAL BASIS-1**

**CASE NUMBER: 11-33161-hdh-11**

**COMPARATIVE BALANCE SHEET**

ASSETS	SCHEDULE AMOUNT	MONTH	MONTH	MONTH
		May 2011	June 2011	
1. UNRESTRICTED CASH	\$825,279	\$873,639	\$0	
2. RESTRICTED CASH				
3. TOTAL CASH	\$825,279	\$873,639	\$0	\$0
4. ACCOUNTS RECEIVABLE (NET)				
5. INVENTORY				
6. NOTES RECEIVABLE				
7. PREPAID EXPENSES				
8. OTHER				
9. TOTAL CURRENT ASSETS	\$825,279	\$873,639	\$0	\$0
10. PROPERTY, PLANT & EQUIPMENT				
11. LESS: ACCUMULATED DEPRECIATION / DEPLETION				
12. NET PROPERTY, PLANT & EQUIPMENT	\$0	\$0	\$0	\$0
13. DUE FROM INSIDERS				
14. OTHER ASSETS - NET OF AMORTIZATION (ATTACH LIST)				
15. OTHER (ATTACH LIST)	\$2,247,512	\$2,177,742	\$3,050,996	
16. TOTAL ASSETS	\$825,279	\$3,051,381	\$3,050,996	\$0
<b>POSTPETITION LIABILITIES</b>				
17. ACCOUNTS PAYABLE				
18. TAXES PAYABLE		\$950	\$0	
19. NOTES PAYABLE				
20. PROFESSIONAL FEES				
21. SECURED DEBT				
22. OTHER (ATTACH LIST)		\$0	\$0	
23. TOTAL POSTPETITION LIABILITIES		\$950	\$0	\$0
<b>PREPETITION LIABILITIES</b>				
24. SECURED DEBT				
25. PRIORITY DEBT				
26. UNSECURED DEBT				
27. OTHER (ATTACH LIST)		\$0	\$0	
28. TOTAL PREPETITION LIABILITIES		\$0	\$0	\$0
29. TOTAL LIABILITIES		\$950	\$0	\$0
<b>EQUITY</b>				
30. PREPETITION OWNERS' EQUITY		\$3,050,451	\$3,050,451	
31. POSTPETITION CUMULATIVE PROFIT OR (LOSS)		(\$20)	\$545	
32. DIRECT CHARGES TO EQUITY (ATTACH EXPLANATION)				
33. TOTAL EQUITY	\$0	\$3,050,431	\$3,050,996	\$0
34. TOTAL LIABILITIES & OWNERS' EQUITY		\$3,051,381	\$3,050,996	\$0

**Monthly Operating Report**

<b>CASE NAME: VVP Funding Corporation</b>
<b>CASE NUMBER: 11-33161-hdh-11</b>

ACCRUAL BASIS-1

<b>MOR-1 Detailed Lists</b>				
<b>Line #15, Other Assets</b>	<b>Schedule Amount</b>	<b>MONTH</b>	<b>MONTH</b>	<b>MONTH</b>
		<b>May 2011</b>	<b>June 2011</b>	
Intercompany Receivables (not trade)	\$2,247,512	\$2,177,742	\$3,050,996	
<b>Total Line #15, Other Assets</b>	\$2,247,512	\$2,177,742	\$3,050,996	

**Monthly Operating Report**

**CASE NAME: VVP Funding Corporation**  
**CASE NUMBER: 11-33161-hdh-11**

ACCRUAL BASIS-2

**INCOME STATEMENT**

	MONTH	MONTH	MONTH	Quarter
REVENUES	May 2011*	June 2011		
1. GROSS REVENUES	\$0	\$0		
2. LESS: RETURNS & DISCOUNTS				
3. NET REVENUE	\$0	\$0	\$0	\$0
<b>COST OF GOODS SOLD</b>				
4. MATERIAL				
5. DIRECT LABOR				
6. DIRECT OVERHEAD				
7. TOTAL COST OF GOODS SOLD	\$0	\$0	\$0	\$0
8. GROSS PROFIT	\$0	\$0	\$0	\$0
<b>OPERATING EXPENSES</b>				
9. OFFICER / INSIDER COMPENSATION				
10. SELLING & MARKETING				
11. GENERAL & ADMINISTRATIVE				
12. RENT & LEASE				
13. OTHER (ATTACH LIST)	\$0	\$0		
14. TOTAL OPERATING EXPENSES	\$0	\$0	\$0	\$0
15. INCOME BEFORE NON-OPERATING INCOME & EXPENSE	\$0	\$0	\$0	\$0
<b>OTHER INCOME &amp; EXPENSES</b>				
16. NON-OPERATING INCOME (ATT. LIST)		\$950		\$950
17. NON-OPERATING EXPENSE (ATT. LIST)				
18. INTEREST EXPENSE				
19. DEPRECIATION / DEPLETION				
20. AMORTIZATION				
21. OTHER (ATTACH LIST) Bank Fees	(\$20)	\$0		(\$20)
22. NET OTHER INCOME & EXPENSES	(\$20)	\$950	\$0	\$930
<b>REORGANIZATION EXPENSES</b>				
23. PROFESSIONAL FEES	\$0	\$0		
24. U.S. TRUSTEE FEES				
25. OTHER (ATTACH LIST)		\$385		\$385
26. TOTAL REORGANIZATION EXPENSES	\$0	\$385	\$0	\$385
27. INCOME TAX				
28. NET PROFIT (LOSS)	(\$20)	\$565	\$0	\$545

\* May 2011 is the stub period may 9 to May 31.

**Monthly Operating Report**

<b>CASE NAME: VVP Funding Corporation</b>	<b>ACCRUAL BASIS-2</b>
<b>CASE NUMBER: 11-33161-hdh-11</b>	

<b>MOR-2 Detailed Lists</b>			
	<b>MONTH</b>	<b>MONTH</b>	<b>MONTH</b>
<b>Line #16, Non-operating income</b>	<b>May 2011</b>	<b>June 2011</b>	
Write off of tax liability		\$950	
Human Resource costs			
<b>Total Line #13, Other Operating Expenses</b>	\$0	\$950	\$0

	<b>MONTH</b>	<b>MONTH</b>	<b>MONTH</b>
<b>Line #25</b>	<b>May 2011</b>	<b>June 2011</b>	
Loss on sale of assets (cash) as of 6/17/2011		\$385	
<b>Total Line #25</b>	\$0	\$385	\$0

**Monthly Operating Report**

ACCRUAL BASIS-3

<b>CASE NAME: VVP Funding Corporation</b>
<b>CASE NUMBER: 11-33161-hdh-11</b>

CASH RECEIPTS AND DISBURSEMENTS	MONTH	MONTH	MONTH	QUARTER
	May 2011	June 2011		TOTAL
1. CASH - BEGINNING OF MONTH	\$825,279	\$873,639	\$0	\$825,279
<b>RECEIPTS FROM OPERATIONS</b>				
2. CASH SALES				
<b>COLLECTION OF ACCOUNTS RECEIVABLE</b>				
3. PREPETITION				
4. POSTPETITION				
5. TOTAL OPERATING RECEIPTS	\$0	\$0	\$0	\$0
<b>NON - OPERATING RECEIPTS</b>				
6. LOANS & ADVANCES (ATTACH LIST)				
7. SALE OF ASSETS				
8. OTHER - collection of flow thru funds for Vitro America, LLC	\$8,412,909	\$4,655,331		\$13,068,240
9. TOTAL NON-OPERATING RECEIPTS	\$8,412,909	\$4,655,331	\$0	\$13,068,240
10. TOTAL RECEIPTS	\$8,412,909	\$4,655,331	\$0	\$13,068,240
11. TOTAL CASH AVAILABLE	\$9,238,188	\$5,528,970	\$0	\$13,893,519
<b>OPERATING DISBURSEMENTS</b>				
12. NET PAYROLL				
13. PAYROLL TAXES PAID				
14. SALES, USE & OTHER TAXES PAID				
15. SECURED / RENTAL / LEASES				
16. UTILITIES				
17. INSURANCE				
18. INVENTORY PURCHASES				
19. VEHICLE EXPENSES				
20. TRAVEL				
21. ENTERTAINMENT				
22. REPAIRS & MAINTENANCE				
23. SUPPLIES				
24. ADVERTISING				
25. OTHER (ATTACH LIST) - Bank fees	\$20	\$0		
26. TOTAL OPERATING DISBURSEMENTS	\$20	\$0	\$0	\$0
26.a. OTHER - disbursements of flow thru funds for Vitro America, LL	\$8,364,529	\$4,917,893		\$13,282,422
26.b. TOTAL NON-OPERATING DISBURSEMENTS	\$8,364,529	\$4,917,893	\$0	\$13,282,422
<b>REORGANIZATION EXPENSES</b>				
27. PROFESSIONAL FEES				
28. U.S. TRUSTEE FEES				
29. OTHER (ATTACH LIST)		\$611,077		\$611,077
30. TOTAL REORGANIZATION EXPENSES	\$0	\$611,077	\$0	\$611,077
31. TOTAL DISBURSEMENTS	\$8,364,549	\$5,528,970	\$0	\$13,893,499
32. NET CASH FLOW	\$48,360	(\$873,639)	\$0	(\$825,259)
33. CASH - END OF MONTH	\$873,639	\$0	\$0	\$20

**Monthly Operating Report**

ACCRUAL BASIS-3 Detail

<b>CASE NAME: VVP Funding Corporation</b>
<b>CASE NUMBER: 11-33161-hdh-11</b>

**MOR-3 Detailed Lists**

Line #29, Other (Attach List)	SCHEDULE AMOUNT	MONTH	MONTH	MONTH
		May 2011	June 2011	
Sale of substantially all assets, cash held for Vitro America, LLC			\$610,692	
Sale of substantially all assets, Funding's casl			\$385	
<b>Total Line #29, Other (Attach List)</b>			\$611,077	

**Monthly Operating Report**

**CASE NAME: VVP Funding Corporation**  
**CASE NUMBER: 11-33161-hdh-11**

ACCRUAL BASIS-4

ACCOUNTS RECEIVABLE AGING	SCHEDULE AMOUNT	MONTH	MONTH	MONTH
1. 0-30				
2. 31-60				
3. 61-90				
4. 91+				
5. TOTAL ACCOUNTS RECEIVABLE	\$0	\$0	\$0	\$0
6. AMOUNT CONSIDERED UNCOLLECTIBLE				
7. ACCOUNTS RECEIVABLE (NET)	\$0	\$0	\$0	\$0

AGING OF POSTPETITION TAXES AND PAYABLES		MONTH: June 2011			
TAXES PAYABLE	0-30 DAYS	31-60 DAYS	61-90 DAYS	91+ DAYS	TOTAL
1. FEDERAL					
2. STATE					
3. LOCAL					
4. OTHER (ATTACH LIST)					
5. TOTAL TAXES PAYABLE	\$0	\$0	\$0	\$0	\$0
6. ACCOUNTS PAYABLE					

STATUS OF POSTPETITION TAXES		MONTH: June 2011			
FEDERAL	BEGINNING TAX LIABILITY*	AMOUNT WITHHELD AND/OR ACCRUED	AMOUNT PAID	ENDING TAX LIABILITY	
1. WITHHOLDING**					
2. FICA-EMPLOYEE**					
3. FICA-EMPLOYER**					
4. UNEMPLOYMENT					
5. INCOME					
6. OTHER (ATTACH LIST)					
7. TOTAL FEDERAL TAXES	\$0	\$0	\$0	\$0	
<b>STATE AND LOCAL</b>					
8. WITHHOLDING					
9. SALES					
10. EXCISE					
11. UNEMPLOYMENT					
12. REAL PROPERTY					
13. PERSONAL PROPERTY					
14. OTHER (ATTACH LIST)					
15. TOTAL STATE & LOCAL	\$0	\$0	\$0	\$0	
16. TOTAL TAXES	\$0	\$0	\$0	\$0	

\* The beginning tax liability should represent the liability from the prior month or, if this is the first operating report, the amount should be zero.

\*\* Attach photocopies of IRS Form 6123 or your FTD coupon and payment receipt to verify payment or deposit



**Monthly Operating Report**

**CASE NAME: VVP Funding Corporation**  
**CASE NUMBER: 11-33161-hdh-11**

ACCRUAL BASIS-5

The debtor in possession must complete the reconciliation below for each bank account including all general, payroll and tax accounts, as well as all savings and investment accounts, money market accounts, certificates of deposit, government obligations, etc. Accounts with restricted funds should be identified by placing an asterisk next to the account number. Attach additional sheets if necessary.

NOTE - bank accounts were sold as part of Asset Purchase Agreement executed on 6/17/2011

MONTH: June 2011

BANK RECONCILIATIONS							
A. BANK:							TOTAL
GL Account #							
B. ACCOUNT NUMBER:							
C. PURPOSE (TYPE):							
1. BALANCE PER BANK STATEMENT							\$0
2. ADD: TOTAL DEPOSITS NOT CREDITED							\$0
3. SUBTRACT: OUTSTANDING CHECKS							\$0
4. OTHER RECONCILING ITEMS							\$0
5. MONTH END BALANCE PER BOOKS	\$0	\$0	\$0	\$0	\$0	\$0	\$0
6. NUMBER OF LAST CHECK WRITTEN	N/A	N/A	N/A	N/A	N/A	N/A	

INVESTMENT ACCOUNTS							
BANK, ACCOUNT NAME & NUMBER	DATE OF PURCHASE	TYPE OF INSTRUMENT					CURRENT VALUE
7.							
8.							
9.							
10.							
11. TOTAL INVESTMENTS							\$0

CASH	
12. CURRENCY ON HAND	\$0
13. TOTAL CASH - END OF MONTH	\$0

**Monthly Operating Report**

<b>CASE NAME: VVP Funding Corp</b>	
<b>CASE NUMBER: 11-33161-hdh-11</b>	

ACCRUAL BASIS-6

MONTH: June 2011

**PAYMENTS TO INSIDERS AND PROFESSIONALS**

OF THE TOTAL DISBURSEMENTS SHOWN FOR THE MONTH, LIST THE AMOUNT PAID TO INSIDERS (AS DEFINED IN SECTION 101 (31) (A)-(F) OF THE U.S. BANKRUPTCY CODE) AND TO PROFESSIONALS. ALSO, FOR PAYMENTS TO INSIDERS, IDENTIFY THE TYPE OF COMPENSATION PAID (e.g. SALARY, BONUS, COMMISSIONS, INSURANCE, HOUSING ALLOWANCE, TRAVEL, CAR ALLOWANCE, ETC.). ATTACH ADDITIONAL SHEETS IF NECESSARY

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
1.			
2.			
3.			
4.			
5.			
6. TOTAL PAYMENTS TO INSIDERS		\$0	\$0

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZIN PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID *
1.					
2.					
3.					
4.					
5.					
6. TOTAL PAYMENTS TO PROFESSIONALS		\$0	\$0	\$0	\$0

\* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

**POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS**

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENTS DUE	AMOUNTS PAID DURING MONTH	TOTAL UNPAID POSTPETITION
1.			
2.			
3.			
4.			
5.			
6. TOTAL	\$0	\$0	\$0

**Monthly Operating Report**

<b>CASE NAME: VVP Funding Corporation</b>
<b>CASE NUMBER: 11-33161-hdh-11</b>

ACCRUAL BASIS-7

MONTH: June 2011

**QUESTIONNAIRE**

	YES	NO
1. HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?	X	
2. HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBTOR IN POSSESSION ACCOUNT?		X
3. ARE ANY POSTPETITION RECEIVABLES (ACCOUNTS, NOTES, OR LOANS) DUE FROM RELATED PARTIES?		X
4. HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD?		X
5. HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		X
6. ARE ANY POSTPETITION PAYROLL TAXES PAST DUE?		X
7. ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE?		X
8. ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE?		X
9. ARE ANY OTHER POSTPETITION TAXES PAST DUE?		X
10. ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?		X
11. HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD?		X
12. ARE ANY WAGE PAYMENTS PAST DUE?		X

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES," PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY

1. The Debtors finalized the sale of assets under the Court approved APA on June 17, 2011.

**INSURANCE**

	YES	NO
1. ARE WORKER'S COMPENSATION, GENERAL LIABILITY AND OTHER NECESSARY INSURANCE COVERAGES IN EFFECT?		X
2. ARE ALL PREMIUM PAYMENTS PAID CURRENT?		X
3. PLEASE ITEMIZE POLICIES BELOW		

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO," OR IF ANY POLICIES HAVE BEEN CANCELLED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY

Note 1: All insurance policies are listed under Vitro America LLC's monthly operating report.

INSTALLMENT PAYMENTS			
TYPE OF POLICY	CARRIER	PERIOD COVERED	PAYMENT AMOUNT & FREQUENCY